UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency Washington, DC 20250 **Notice FLP-413**

For: FSA Offices

Lifting of FY 2006 Farm Loan Allocation Targets

Carolyn B. Cooksie

Approved by: Deputy Administrator, Farm Loan Programs

1 Overview

A Background

Portions of each State's FY 2006 allocations were targeted for beginning farmers to comply with the Consolidated Farm and Rural Development Act.

B Purpose

This notice provides information on lifting targeting requirements of loan funds occurring during the FY and requesting movement of loan funds between categories.

2 FLP Funds

A Targeting No Longer Required

Effective April 1, 2006, required targeting of funds for beginning farmers under the following loan programs is no longer in effect:

- unsubsidized guaranteed operating
- guaranteed farm ownership.

Note: Unobligated funds that were targeted for exclusive use by beginning farmers in these programs may be used by any eligible applicant.

Disposal Date	Distribution
October 1, 2006	All FSA Offices; State Offices relay to County Offices

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2 FLP Funds (Continued)

B Direct Farm Ownership Changes

Effective April 1, 2006, direct farm ownership loan allocation is affected as follows:

- unobligated beginning farmer down payment loan funds become available for any beginning farmer loan purpose
- loan funds lose their "downpayment" identity, but retain their "beginning farmer" status.

3 Transferring Loan Funds

A Requesting Movement of Funds

Effective April 1, 2006, movement of loan funds between various affected loan categories can be done on a request basis by FAX to 202-690-1117.

B Contact

Address questions to Jerry Moseman, LMD, at Jerry.Moseman@wdc.usda.gov.

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